

## Message Text

CONFIDENTIAL

PAGE 01 OECD P 08601 01 OF 02 231901Z  
ACTION EUR-12

INFO OCT-01 ISO-00 EURE-00 INRE-00 SSO-00 NSCE-00  
USIE-00 AID-05 CEA-01 CIAE-00 COME-00 EB-08 EA-07  
FRB-03 INR-07 IO-13 NEA-10 NSAE-00 OPIC-03 SP-02  
TRSE-00 LAB-04 SIL-01 AGRE-00 OMB-01 PA-01 PRS-01  
L-03 SS-15 NSC-05 OIC-02 /105 W  
-----231913Z 060568 /42

O R 231916Z MAR 77  
FM USMISSION OECD PARIS  
TO SECSTATE WASH DC IMMEDIATE 5821  
INFO AMEMBASSY BRUSSELS  
AMCONSUL ANTWERP  
USMISSION EC BRUSSELS

C O N F I D E N T I A L SECTION 01 OF 02 OECD PARIS 08601

PASS EB FOR BOEKER AND SMITH; TREASURY FOR GRIFFIN

E.O. 11652: GDS  
TAGS: EINV, OECD  
SUBJECT: COMMITTEE ON INTERNATIONAL INVESTMENT AND  
MNE'S (CIME): PREPARATIONS FOR NEXT MEETING (MARCH  
31-APRIL 1) AND FOR MEETING WITH BIAC/TUAC MARCH 30;  
NEW EMPHASIS ON BADGER BELGIUM

REF: A) OECD PARIS 8229, B) OECD PARIS 6357,  
C) IME(77)3, D) IME(77)4, E) IME(77)6, F) OECD PARIS  
8041, G) OECD PARIS 7646, H) OECD PARIS 7647,  
I) OECD PARIS 5009,  
(J) OECD PARIS 4765, (K) OECD PARIS 8425

1. SUMMARY. AS NEXT MEETING OF CIME ON MARCH 31-APRIL 1  
(AS WELL AS SPECIAL BIAC/TUAC SESSION ON MARCH 30)  
APPROACHES, INTEREST IN THE MEETING IS LOOMING LARGER ON  
THE HORIZON, SPECIFICALLY DUE TO BADGER BELGIUM CASE.  
THIS MESSAGE REPORTS ON STATE OF PREPARATIONS FOR THE  
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 OECD P 08601 01 OF 02 231901Z

MEETING. END SUMMARY.

2. DOCUMENTS MENTIONED IN AGENDA (REFTEL), REFDOCS (C)  
AND (D) (SENT BY INTERNATIONAL MAIL TO GELBARD (EUR/RPE)  
ON MARCH 3) AND REFDOC (E) HAND-CARRIED TO WASHINGTON BY  
KICHLIN (TREASURY) FOR DELIVERY TO GELBARD ON MARCH 9).  
FINAL DOCUMENT IME(77)6 NOT YET AVAILABLE.

REGULAR CIME MEETING (MARCH 31-APRIL 1)

3. IN ADDITION TO ABOVE-MENTIONED DOCUMENTS, BELGIAN GOVERNMENT HAS SENT LETTER TO OECD SECRETARY-GENERAL REQUESTING NEW AGENDA ITEM FOR AN EXCHANGE OF VIEWS IN CIME, WHICH WOULD REFER TO THE BADGER BELGIUM CASE (REFTELS F, G, H, I, J). LETTER ALSO INFORMS SECRETARY-GENERAL THAT BELGIAN SECRETARY OF STATE FOR REGIONAL ECONOMY MARK EYSKENS WILL ATTEND CIME AND ATTACHES NOTE FROM BELGIAN GOVERNMENT AND TWO ANNEXES TO BE USED WITH THIS ADDITIONAL AGENDA ITEM. (TEXT OF LETTER, NOTE, AND TWO ANNEXES TRANSMITTED REFTEL H.)

4. BELGIAN LETTER (AND ATTACHMENTS) REQUEST ADDITIONAL AGENDA ITEM FOR AN EXCHANGE OF VIEWS BASED ON BELGIAN INTERPRETATION OF PARAGRAPHS 7 AND 8 OF THE INTRODUCTION TO OECD GUIDELINES, AND PARAGRAPHS 6 AND 9 OF THE "EMPLOYMENT AND INDUSTRIAL RELATIONS" SECTION, AND EXPRESSES HOPE FOR ENDORSEMENT BY CIME OF THAT INTERPRETATION. LETTER AND NOTE REQUEST DISTRIBUTION OF BELGIAN DOCUMENT TO BIAC AND TUAC AND RAISE POSSIBILITY THAT BELGIAN REP TO BIAC AND TUAC SESSIONS WILL QUESTION BIAC AND TUAC REPS ON THE BADGER BELGIUM MATTER. BELGIANS ALSO REQUEST DIRECT REPRESENTATION OF BADGER/RAYTHEON MANAGEMENT AT CIME, AND THE PREPARATION OF A REPORT (POSSIBLY WITH CONCLUSIONS) TO BE SUBMITTED BY THE CIME TO THE OECD COUNCIL FOR DISCUSSION. THE FIRST ANNEX CONTAINS THE BELGIAN INTERPRETATIONS OF PORTIONS OF CONFIDENTIAL

CONFIDENTIAL

PAGE 03 OECD P 08601 01 OF 02 231901Z

OECD GUIDELINES DESCRIBED ABOVE; THE SECOND CONTAINS A BRIEF FACTUAL DESCRIPTION OF BADGER BELGIUM SITUATION. LATTER IS ONLY PORTION OF BELGIAN DOCUMENTATION WHICH NAMES BADGER BELGIUM SPECIFICALLY.

5. MISSION OFFICERS MET WITH OECD SECRETARIAT (VOGELAAR AND ARIK) ON MARCH 22 TO DISCUSS UPCOMING CIME MEETING. VOGELAAR INFORMED US THAT HE HAD MET WITH EYSKENS IN BRUSSELS ON MARCH 17, AND THAT EYSKENS HAD PRESENTED HIM WITH EARLIER BELGIAN DRAFT WHICH BROUGHT UP THE BADGER CASE MUCH MORE SHARPLY AND SPECIFICALLY. ACCORDING TO VOGELAAR HE PERSONALLY DISCOURAGED EYSKENS FROM THIS APPROACH, AND HELPED IN MODIFYING THE BELGIAN DRAFT. VOGELAAR ALSO ADVISED AGAINST BELGIAN REQUEST FOR BADGER/RAYTHEON MANAGEMENT REPRESENTATION, PREPARATION OF CIME REPORT FOR OECD COUNCIL, AND CIRCULATION OF DOCUMENTS TO BIAC AND TUAC, AS WELL AS EYSKENS' PERSONAL ATTENDANCE AT CIME.

6. VOGELAAR ALSO TOLD US THAT THE SECRETARIAT HAD

CONFIDENTIAL

NNN

CONFIDENTIAL

PAGE 01 OECD P 08601 02 OF 02 231903Z  
ACTION EUR-12

INFO OCT-01 ISO-00 EURE-00 INRE-00 SSO-00 NSCE-00  
USIE-00 AID-05 CEA-01 CIAE-00 COME-00 EB-08 EA-07  
FRB-03 INR-07 IO-13 NEA-10 NSAE-00 OPIC-03 SP-02  
TRSE-00 LAB-04 SIL-01 AGRE-00 OMB-01 PA-01 PRS-01  
L-03 SS-15 NSC-05 OIC-02 /105 W  
-----231915Z 060545 /45

O R 231916Z MAR 77  
FM USMISSION OECD PARIS  
TO SECSTATE WASH DC IMMEDIATE 5822  
INFO AMEMBASSY BRUSSELS  
AMCONSUL ANTWERP  
USMISSION EC BRUSSELS

C O N F I D E N T I A L SECTION 02 OF 02 OECD PARIS 08601

RECEIVED REQUEST BY BELGIAN TV FOR "SPECIAL" COVERAGE OF THE CIME MEETING, WHICH HE IS DISCOURAGING. IT IS HIS VIEW THAT CIME IS INTER-GOVERNMENTAL GROUP ENGAGED IN CONFIDENTIAL MEETING, AND NO SPECIAL PRESS ARRANGEMENTS SHOULD BE MADE. NEVERTHELESS, PRESS INTEREST IS LIKELY TO BE HIGH, AND THE POLITICAL CONSTRAINTS UPON EYSKENS, ACCORDING TO VOGELAAR, MAY REQUIRE HIM TO MAKE SOME PUBLIC STATEMENT ANYWAY.

7. IN LATER CONVERSATION BY MISSION OFFICER ON MARCH 22 WITH BELGIAN DELEGATION MEMBERS, OFFICER WAS TOLD THAT BELGIANS ATTACH GREATEST IMPORTANCE TO EXCHANGE OF VIEWS ON THEIR INTERPRETATION OF RELEVANT PORTIONS OF OECD GUIDELINES (PARA 4, REFTEL H). HOWEVER, EYSKENS WILL CONTINUE TO PRESS FOR BADGER MANAGEMENT REPRESENTATION (PARA 9, REFTEL H) AND FOR CIME CONCLUSIONS TO BE SENT TO THE COUNCIL (PARA 10 REFTEL H) AND IS REPORTED TO HAVE SAID THAT IT WILL SUIT HIS PURPOSES IF THE US IS FORCED  
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 OECD P 08601 02 OF 02 231903Z

OPENLY TO DENY BELGIAN REQUESTS, SINCE HE WOULD PLAN TO PUBLICIZE SUCH ATTITUDE BY USG. BELGIAN DELEGATION MEMBER INDICATES THAT EYSKENS' FORTHCOMING ELECTORAL POSITION IS RATHER WEAK, SO THAT HE IS LIKELY TO SEEK MAXIMUM PUBLICITY OUT OF FORTHCOMING CIME, TRYING TO SHOW HE HAD STOOD UP FOR WORKERS' INTERESTS IN BADGER CASE AND SIMILAR "BREACHES" OF OECD GUIDELINES.

8. COMMENT: APART FROM CAREFUL PREPARATION OF USG SUBSTANTIVE POSITION IN CIME MEETING ON BELGIAN REQUESTS, THE POLITICAL IMPORTANCE WHICH GOB APPEARS TO BE GIVING TO PRESSING ITS VIEWS AND THE LIKELY PUBLICITY AND PRESS INTEREST THAT WILL BE ENGENDERED (MISSION IS ALREADY SEEING EVIDENCE OF THIS), CALLS FOR DEVELOPING COHERENT PRESS GUIDANCE. MISSION WOULD APPRECIATE RECEIVING SUCH GUIDANCE AS EARLY AS POSSIBLE.

MEETING WITH BIAC/TUAC (MARCH 30)

9. VOGELAAR ALSO TOLD US THAT HE HAD CONVINCED HENRI BERNARD, SECRETARY-GENERAL OF TUAC, NOT TO PRESENT THE 15 CASES (REFTEL A) INDIVIDUALLY AT SPECIAL TUAC MARCH 30 MEETING, BUT TO HAVE MATERIAL AVAILABLE "ON THE TABLE" FOR INTERESTED DELEGATIONS. TWO ADDITIONAL CASES, ONE CONCERNING HERTZ (TRANSFER OF EMPLOYEES DURING LABOR DISPUTE) AND CITICORP (FAILURE TO RECOGNIZE EMPLOYEES' RIGHT TO ORGANIZE) WILL BE ADDED, AND WILL BE GIVEN A STATUS SOMEWHAT APART FROM THE 15 CASES MENTIONED ABOVE WE UNDERSTAND THAT FORMAT OF MARCH 30 BIAC/TUAC SPECIAL SESSION WILL BE PRESENTATIONS BY BIAC AND TUAC RESPECTIVELY, FOLLOWED BY GENERAL QUESTION PERIOD. SECRETARIAT PLANS ARE THAT MATTERS OF PROCEDURE OR INTERPRETATION, IF ANY, WOULD GO TO CIME CHAIRMAN (ABRAMOWSKI) FOR RESOLUTION, WHO WOULD PRESIDE. TUAC WILL OF COURSE BRING UP BADGER CASE.

CONFIDENTIAL

CONFIDENTIAL

PAGE 03 OECD P 08601 02 OF 02 231903Z

10. COMMENT: THE 15 TUAC CASES ARE ALL SIMILAR IN CONTENT, ALL CONCERNING "EMPLOYMENT AND INDUSTRIAL RELATIONS SECTION OF GUIDELINES AND REVOLVING GENERALLY AROUND ALLEGED FAILURE OF LOCAL OR HOME MANAGEMENT TO RECOGNIZE UNIONS, OR ALLEGED FAILURE OF HOME MANAGEMENT TO INFORM UNIONS "ADEQUATELY" IN TIMES OF CLOSE-DOWNS, TRANSFERS, OR OF SUBSIDIARY TAKEOVERS.  
TURNER

CONFIDENTIAL

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01-Jan-1994 12:00:00 am  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** COMMITTEE MEETINGS, MULTINATIONAL CORPORATIONS, RELATIONS WITH REGIONAL ORGS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Sent Date:** 23-Mar-1977 12:00:00 am  
**Decaption Date:** 01-Jan-1960 12:00:00 am  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 22 May 2009  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1977OECDP08601  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** GS  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D770099-1147  
**Format:** TEL  
**From:** OECD PARIS  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1977/newtext/t19770331/aaaabamh.tel  
**Line Count:** 224  
**Litigation Code IDs:**  
**Litigation Codes:**  
**Litigation History:**  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Message ID:** 9d99aab3-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION EUR  
**Original Classification:** CONFIDENTIAL  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 5  
**Previous Channel Indicators:** n/a  
**Previous Classification:** CONFIDENTIAL  
**Previous Handling Restrictions:** n/a  
**Reference:** 77 OECD PARIS 8229, 77 OECD PARIS 6357  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 01-Dec-2004 12:00:00 am  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 3024175  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** COMMITTEE ON INTERNATIONAL INVESTMENT AND MNE'S (CIME): PREPARATIONS FOR NEXT MEETING (MARCH 31-APRIL 1) AND FOR MEETING WITH BIAC/TUAC MARCH 3  
**TAGS:** EINV, XX, OECD, CIME  
**To:** STATE  
**Type:** TE  
**vdkgvkey:** odbc://SAS/SAS.dbo.SAS\_Docs/9d99aab3-c288-dd11-92da-001cc4696bcc  
**Review Markings:**  
Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
22 May 2009  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009